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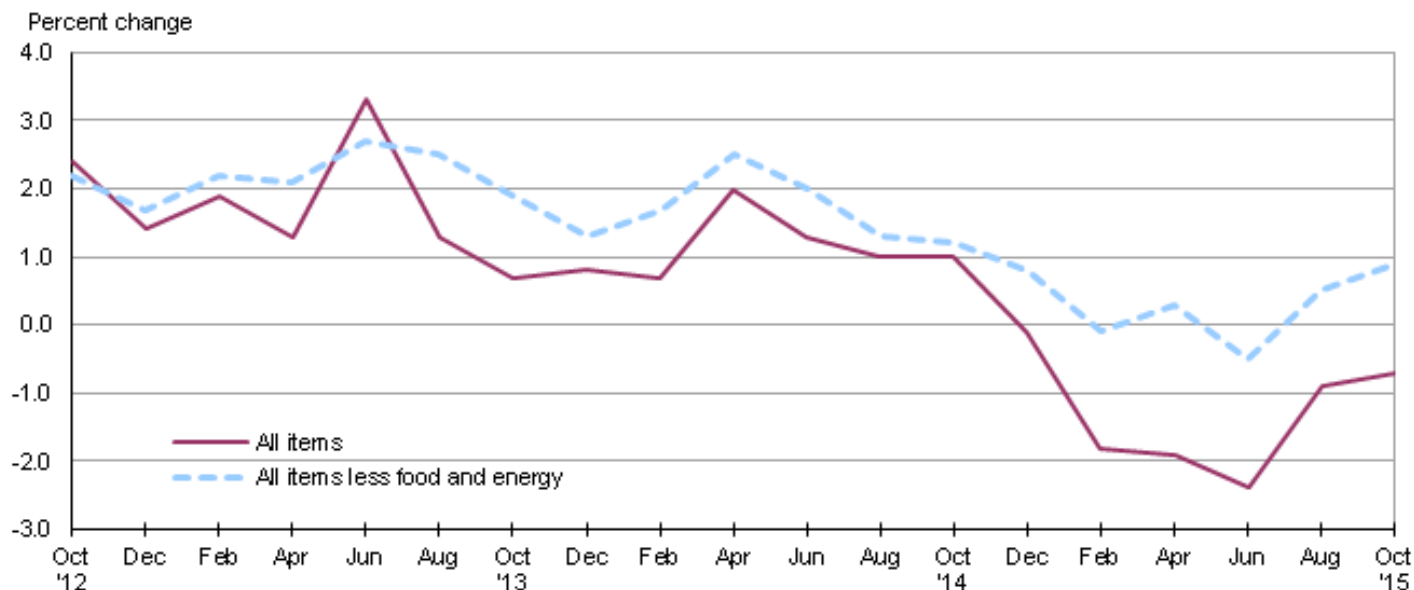
Consumer Price Index, Detroit-Ann Arbor-Flint — October 2015

Local prices down 0.7 percent over the year

The Consumer Price Index for All Urban Consumers (CPI-U) in the Detroit-Ann Arbor-Flint area increased 0.1 percent from August to October, the U.S. Bureau of Labor Statistics reported today. Regional Commissioner Charlene Peiffer noted that the energy index decreased 4.7 percent while the food index rose 0.6 percent over the bi-monthly period. The index for all items less food and energy increased 0.6 percent from August to October. Among the indexes within the all items less food and energy category, prices were higher for shelter, medical care, and apparel. (Data in this report are not seasonally adjusted. Accordingly, month-to-month changes may reflect the impact of seasonal influences.)

Over the past 12 months, the Detroit all items CPI-U fell 0.7 percent. (See [chart 1](#) and [table A](#).) The energy index decreased 13.7 percent over the year due to declines in gasoline prices and utility (piped) gas services costs. The index for all items less food and energy rose 0.9 percent over the year. (See [table 1](#).)

Chart 1. Over-the-year percent change in CPI-U, Detroit, October 2012–October 2015



Source: U.S. Bureau of Labor Statistics.

Food

Food prices were up 0.6 percent from August to October following a 0.2 percent increase over the previous bi-monthly period. Of the two components within the food index, prices for food at home (groceries) rose 0.9 percent and prices for food away from home (restaurant, cafeteria, and vending purchases) increased 0.2 percent.

On an annual basis, food prices in the Detroit area were up 0.3 percent. Prices for food away from home were 3.3 percent higher while grocery prices declined 1.6 percent over the year.

Energy

The energy index for Detroit fell 4.7 percent from August to October. Prices declined for gasoline (-8.3 percent), electricity (-1.0 percent), and utility (piped) gas service (-1.5 percent).

From October 2014 to October 2015, overall energy prices decreased 13.7 percent. Gasoline prices fell 21.9 percent and utility (piped) gas service costs were 15.4 percent lower. In contrast, electricity prices rose 4.6 percent over the year.

All items less food and energy

The index for all items less food and energy increased 0.6 percent from August to October. Among the index's components, prices were higher for shelter (0.6 percent), medical care (1.6 percent), and apparel (4.0 percent). Prices for recreation were down 2.3 percent.

Over the year, the index for all items less food and energy increased 0.9 percent. Major contributing factors include a 1.0-percent increase in the shelter index and a 2.3-percent increase in the medical care index. In contrast, the index for household furnishings and operations was 3.3 percent lower compared to a year ago.

Table A. Detroit CPI-U 2-month and 12-month percent changes, all items index, not seasonally adjusted

Month	2011		2012		2013		2014		2015	
	2-month	12-month	2-month	12-month	2-month	12-month	2-month	12-month	2-month	12-month
February	0.2	1.7	0.6	3.9	1.1	1.9	1.1	0.7	-0.7	-1.8
April	2.3	3.1	0.6	2.1	0.0	1.3	1.3	2.0	1.2	-1.9
June	0.9	4.2	-0.8	0.4	1.2	3.3	0.5	1.3	0.0	-2.4
August	0.2	4.1	1.2	1.5	-0.7	1.3	-1.0	1.0	0.6	-0.9
October	-0.5	3.5	0.5	2.4	-0.1	0.7	-0.1	1.0	0.1	-0.7
December	0.3	3.5	-0.7	1.4	-0.7	0.8	-1.8	-0.1		

The December 2015 Consumer Price Index for Detroit is scheduled to be released on Wednesday, January 20, 2016.

Technical Note

The Consumer Price Index (CPI) is a measure of the average change in prices over time in a fixed market basket of goods and services. The Bureau of Labor Statistics publishes CPIs for two population groups: (1) a CPI for All Urban Consumers (CPI-U) which covers approximately 89 percent of the total population and (2) a CPI for Urban Wage Earners and Clerical Workers (CPI-W) which covers 28 percent of the total population.

The CPI-U includes, in addition to wage earners and clerical workers, groups such as professional, managerial, and technical workers, the self-employed, short-term workers, the unemployed, and retirees and others not in the labor force..

The CPI is based on prices of food, clothing, shelter, and fuels, transportation fares, charges for doctors' and dentists' services, drugs, and the other goods and services that people buy for day-to-day living. Each month, prices are collected in 87 urban areas across the country from about 6,000 housing units and approximately 24,000 retail establishments--department stores, supermarkets, hospitals, filling stations, and other types of stores and service establishments. All taxes directly associated with the purchase and use of items are included in the index.

The index measures price changes from a designated reference date (1982-84) that equals 100.0. An increase of 16.5 percent, for example, is shown as 116.5. This change can also be expressed in dollars as follows: the price of a base period "market basket" of goods and services in the CPI has risen from \$10 in 1982-84 to \$11.65. For further details see the CPI home page on the Internet at www.bls.gov/cpi and the BLS Handbook of Methods, Chapter 17, The Consumer Price Index, available on the Internet at www.bls.gov/opub/hom/homch17_a.htm.

In calculating the index, price changes for the various items in each location are averaged together with weights that represent their importance in the spending of the appropriate population group. Local data are then combined to obtain a U.S. city average. Because the sample size of a local area is smaller, the local area index is subject to substantially more sampling and other measurement error than the national index. In addition, local indexes are not adjusted for seasonal influences. As a result, local area indexes show greater volatility than the national index, although their long-term trends are quite similar. **Note: Area indexes do not measure differences in the level of prices between cities; they only measure the average change in prices for each area since the base period.**

The **Detroit-Ann Arbor-Flint, Mich.** consolidated area covered in this release is comprised of Genesee, Lapeer, Lenawee, Livingston, Macomb, Monroe, Oakland, St. Clair, Washtenaw, and Wayne Counties in Michigan.

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Table 1. Consumer Price Index for All Urban Consumers (CPI-U): Indexes and percent changes for selected periods Detroit-Ann Arbor-Flint, MI (1982-84=100 unless otherwise noted)

Item and Group	Indexes			Percent change from-		
	Aug. 2015	Sep. 2015	Oct. 2015	Oct. 2014	Aug. 2015	Sep. 2015
Expenditure category						
All items	220.249	-	220.506	-0.7	0.1	-
All items (1967=100)	654.673	-	655.435	-	-	-
Food and beverages	219.720	-	221.154	0.4	0.7	-
Food	219.459	-	220.863	0.3	0.6	-
Food at home	208.828	212.388	210.805	-1.6	0.9	-0.7
Food away from home	236.261	-	236.714	3.3	0.2	-
Alcoholic beverages	217.106	-	218.894	1.5	0.8	-
Housing	201.174	-	201.695	-0.1	0.3	-
Shelter	226.622	229.008	228.067	1.0	0.6	-0.4
Rent of primary residence ⁽¹⁾	232.089	233.900	233.979	2.8	0.8	0.0
Owners' equiv. rent of residences ^{(1) (2)}	224.136	225.076	225.346	0.9	0.5	0.1
Owners' equiv. rent of primary residence ^{(1) (2)}	224.136	225.076	225.346	0.9	0.5	0.1
Fuels and utilities	242.245	-	238.922	-3.5	-1.4	-
Household energy	190.237	184.674	188.019	-4.7	-1.2	1.8
Energy services ⁽¹⁾	193.646	187.885	191.286	-4.0	-1.2	1.8
Electricity ⁽¹⁾	224.712	213.618	222.378	4.6	-1.0	4.1
Utility (piped) gas service ⁽¹⁾	148.490	148.777	146.249	-15.4	-1.5	-1.7
Household furnishings and operations	116.178	-	115.860	-3.3	-0.3	-
Apparel	117.999	-	122.713	-0.7	4.0	-
Transportation	235.253	-	231.377	-5.6	-1.6	-
Private transportation	235.104	-	230.469	-5.5	-2.0	-
Motor fuel	239.794	212.149	220.032	-22.0	-8.2	3.7
Gasoline (all types)	238.418	210.820	218.651	-21.9	-8.3	3.7
Gasoline, unleaded regular ⁽³⁾	241.612	212.735	220.798	-23.0	-8.6	3.8
Gasoline, unleaded midgrade ^{(3) (4)}	277.081	247.323	255.676	-19.2	-7.7	3.4
Gasoline, unleaded premium ⁽³⁾	240.749	218.652	226.353	-15.2	-6.0	3.5
Medical care	399.216	-	405.702	2.3	1.6	-
Recreation ⁽⁵⁾	114.704	-	112.060	-0.3	-2.3	-
Education and communication ⁽⁵⁾	144.558	-	146.236	1.2	1.2	-
Other goods and services	400.540	-	400.893	2.2	0.1	-
Commodity and service group						
All items	220.249	-	220.506	-0.7	0.1	-
Commodities	175.281	-	174.614	-3.3	-0.4	-
Commodities less food & beverages	152.291	-	150.633	-5.8	-1.1	-
Nondurables less food & beverages	183.039	-	179.717	-8.5	-1.8	-
Durables	115.599	-	115.623	-1.4	0.0	-
Services	266.685	-	267.835	1.1	0.4	-
Special aggregate indexes						
All items less medical care	213.125	-	213.097	-0.9	0.0	-
All items less shelter	220.835	-	220.588	-1.4	-0.1	-
Commodities less food	154.680	-	153.131	-5.5	-1.0	-
Nondurables	201.218	-	200.206	-3.9	-0.5	-
Nondurables less food	185.156	-	182.155	-7.8	-1.6	-
Services less rent of shelter ⁽²⁾	323.421	-	324.142	1.1	0.2	-
Services less medical care services	257.791	-	258.491	1.0	0.3	-
Energy	216.567	201.051	206.491	-13.7	-4.7	2.7
All items less energy	223.182	-	224.541	0.8	0.6	-

Note: See footnotes at end of table.

Table 1. Consumer Price Index for All Urban Consumers (CPI-U): Indexes and percent changes for selected periods Detroit-Ann Arbor-Flint, MI (1982-84=100 unless otherwise noted) - Continued

Item and Group	Indexes			Percent change from-		
	Aug. 2015	Sep. 2015	Oct. 2015	Oct. 2014	Aug. 2015	Sep. 2015
All items less food and energy	224.422	-	225.775	0.9	0.6	-

Footnotes

(1) This index series was calculated using a Laspeyres estimator. All other item stratum index series were calculated using a geometric means estimator.

(2) Index is on a December 1982=100 base.

(3) Special index based on a substantially smaller sample.

(4) Indexes on a December 1993=100 base.

(5) Indexes on a December 1997=100 base.

- Data not available.

NOTE: Index applies to a month as a whole, not to any specific date.